Government of Saskatchewan

Annual Report 1982-83

Saskatchewan Teachers' Superannuation Commission

Group Life Insurance

Government of Saskatchewan

Annual Report 1982-83

Twenty-Third Annual Report of the Saskatchewan Teachers' Superannuation Commission

The Teachers' Life Insurance
(Government Contributory) Act
Chapter T-8, R.S.S. 1978

For the Year Ended
August 31, 1983

Teachers' Superannuation Commission

J. Houston, Chairman, Regina
J. Lloyd, Vice-Chairman, Regina
I. MacKay, Regina
D. Dunlap, Saskatoon
J. Chyzowski, Saskatoon
S. B. Taylor, Saskatoon
K. Costante, Regina

W. Sawchuk, Executive Secretary
— Retired October 31, 1983

L. Herback, Executive Secretary
— Effective November 1, 1983

Regina, Saskatchewan
Printed by the Queen's Printer
1984

Saskatchewan
Teachers'
Superannuation
Commission

January 26, 1984

The Honourable Patricia Smith
Minister of Education
Regina, Saskatchewan

Madam:

The Teachers' Superannuation Commission has the honour to present its report for the period ended August 31, 1983, reflecting the transactions under Group Policy 1643-G2, underwritten by the Metropolitan Life Insurance Company authorized by Order in Council 1144/78, dated July 25, 1978, in keeping with Section 4, Teachers' Life Insurance (Government Contributory) Act, Chapter T-8, R.S.S. 1978.

Highlights of the report include the following:

(a) Number of teachers and eligible persons participating was 12,680, consisting of 12,497 teachers, 82 secretary-treasurers of boards and 101 superannuated teachers. This represents a total increase of 0.9% above the previous period which ended August 31, 1982.

(b) The maximum coverage for the year was $63,000.00 for ordinary life insurance and $63,000.00 if death was accidental in nature, with the government responsible for 50% of only the teachers' total premium.

(c) Total life insurance in force was $770,665,000.00, an increase of 16.86% over the total life insurance in force for the period which ended August 31, 1982.

(d) Total premiums amounted to $1,602,193.76, of which $812,943.50 was the teachers' share for the ordinary life and Accidental Death and Dismemberment insurance coverage. This represents an increase in total premiums of 18.32% above the total premiums paid for the previous period which ended August 31, 1982.

(e) There were 19 death claims and 32 cases in which a waiver of premium was granted.

(f) The net loss for the year was $29,382.24, with the total accumulated loss being $617,723.02, which represents a total increase of 5.0%.

Effective September 1, 1982, a teacher who commences receiving an age and service allowance may elect to continue insurance coverage until age 65, but shall be responsible for all of the premiums for this continued coverage.

The Commission wishes to express appreciation for the co-operation received from its staff and from the officials of the Metropolitan Life Insurance Company and for Mr. Walter Sawchuk's years of dedicated service as Executive Secretary to the Commission. Mrs. Lois Herback was appointed to this position November 1, 1983 upon Mr. Sawchuk's retirement.

J. Houston, Chairman
J. Lloyd, Commissioner
I. MacKay, Commissioner
D. Dunlap, Commissioner
J. Chyzowski, Commissioner
S. B. Taylor, Commissioner
K. Costante, Commissioner

Province of Saskatchewan
The Teachers' Life Insurance (Government Contributory) Act
Chapter T-8, R.S.S. 1978

For the years ended August 31	1980	1981	1982	1983
Number of insured teachers	12,485	12,487	12,566	12,680
Total amount of insurance in force	$495,930,000.00	$571,510,000.00	$659,472,000.00	$770,665,000.00
Premiums Paid:				
Provincial Treasurer	$ 426,697.00	$ 476,134.47	$ 673,293.23	$ 789,136.01
Teachers	$ 430,810.00	$ 482,675.13	$ 680,830.43	$ 812,943.50
Total Premiums Paid	$ 857,507.00	$ 958,809.60	$ 1,354,123.66	$ 1,602,193.76[1]
Number of Claims	15	11	20	19
Amount of Claims	$ 545,000.00	$ 430,000.00	$ 1,214,000.00	$ 1,112,000.00[2]
Number of total disability claims admitted	23	53	34	32
Amount of total disability claims admitted	$ 492,075.00	$ 1,110,195.00	$ 833,681.00	$ 745,589.00[3]
Number of disability claims cancelled	12	4	22	28
Amount of disability claims cancelled	$ 199,635.00	$ 66,520.00	$ 450,420.00	$ 405,790.00[4]
Sums paid for the conversion of insurance	$ 45,000.00	$ 3,525.00	$ 7,750.00	$ Nil
Sums retained by the insurance company	$ 6,549.00	$ 21,714.87	$ 2,844.84	$ 179,777.00[5]
Total	$ 1,288,259.00	$ 1,455,485.13	$ 1,602,166.16	$ 1,631,576.00

Accumulated loss as of August 31, 1982	$588,340.78
Loss for year ended August 31, 1983	$29,382.24
Total accumulated loss for period ended August 31, 1983	$617,723.02

[1] Includes an adjustment of $114.25 from the prior policy year
[2] Includes $38,000.00 paid for one accidental death and a reserve of $126,000.00 for pending claims
[3] Determined on an actuarial basis
[4] Re-assessed annually
[5] Represents: (a) $32,041.59 — premium tax
(b) $66,789.41 — administration
(c) less $140,328.00 — interest credit on cash flow
(d) add $221,274.00 as a claim levelling charge on the Accidental Death and Dismemberment cases